

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 8142
BILL NUMBER: SB 519

DATE PREPARED: Jan 18, 2001
BILL AMENDED:

SUBJECT: Long Term Care Insurance Tax Deduction.

FISCAL ANALYST: Brian Tabor
PHONE NUMBER: 233-9456

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Pending

Summary of Legislation: This bill provides that a taxpayer who pays premiums for a long term care insurance policy for a parent, grandparent, stepparent, or step grandparent of the taxpayer or the taxpayer's spouse may deduct an amount equal to the portion of the premiums paid in the taxable year from the taxpayer's adjusted gross income (AGI). It also removes a provision restricting the tax deduction to premiums paid for insurance policies that are "qualified" for purposes of the Indiana Long Term Care Program.

Effective Date: January 1, 2002.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources: